

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHEAST DAVIESS)	
COUNTY WATER DISTRICT FOR A)	CASE NO. 95-120
CERTIFICATE OF PUBLIC CONVENIENCE AND)	
NECESSITY TO CONSTRUCT A WATERLINE)	
EXTENSION		

O R D E R

Southeast Daviess County Water District ("Southeast Daviess") has applied for authorization to construct a waterworks improvement project.

Having reviewed the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Southeast Daviess proposes to construct approximately 5.1 miles of 6- and 8-inch diameter pipelines and related appurtenances. The project is expected to improve system pressure along Southeast Daviess' Masonville Trunk Line and to increase fire flows.

2. The total cost of the proposed project is \$320,356.

3. The proposed project will be financed from the proceeds of a surcharge which the Commission authorized in Case No. 94-126.¹

4. Hale, Riney and Gilmore, Inc. ("Engineer") prepared the plans and specifications for the project.

¹ Case No. 94-126, The Application of The Southeast Daviess County Water District For The Approval For a Surcharge Order To Fund a Water Line Extension and Upgrade (July 19, 1994).

5. The Division of Water, Department of Environmental Protection, Natural Resources and Environmental Protection Cabinet, has approved the project's plans and specifications.

6. Construction of the project will not result in wasteful duplication of plant, equipment, property or facilities.

7. The public convenience and necessity require the construction of the proposed waterworks improvement project.

IT IS THEREFORE ORDERED that:

1. Southeast Daviess is granted a Certificate of Public Convenience and Necessity to proceed with the proposed waterworks improvement project as set forth in the drawings and specifications of record.

2. Southeast Daviess shall monitor the adequacies of its water distribution system upon completion of the project. If the level of service is inadequate or declining or water pressure to any customer fails to meet the standards of 807 KAR 5:066, Section 5(1), Southeast Daviess shall take immediate action to bring the level of its service into compliance with Commission regulations.

3. Southeast Daviess shall install fire hydrants in accordance with 807 KAR 5:066, Section 10(2)(b).

4. Southeast Daviess shall obtain Commission approval before performing any additional construction not expressly authorized by this Order.

5. Southeast Daviess shall not alter the design and plans of the proposed waterworks improvement project without prior Commission approval.

6. Southeast Daviess shall furnish documentation of the total project costs including the cost of construction and all other capitalized costs (e.g., engineering, legal, administrative) within 60 days of the date of the project's completion. Construction costs shall be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Water Utilities prescribed by the Commission.

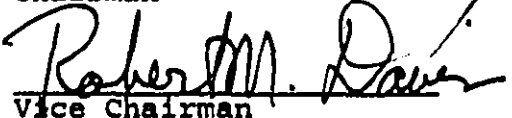
7. Construction of the project shall be inspected under the general supervision of a professional engineer with a Kentucky registration in civil or mechanical engineering to ensure conformance with the contract drawings and specifications and with the best practices of the construction trades involved in the project.

8. Southeast Daviess shall furnish, within 60 days of completion of the project, a copy of "as-built" drawings and a signed statement of the Engineer that the construction has been satisfactorily completed in accordance with the contract plans and specifications.

Done at Frankfort, Kentucky, this 3rd day of August, 1995.

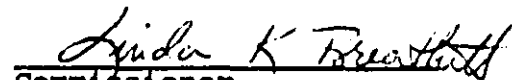
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner